ON-SITE SYSTEMS, INC. TO A PUBLIC UTILITY COST OF THE PROPERTY ASSETS.

102 APR 26 PM 3 56

April 24, 2002

677,626 EXECUTIVE CACKETARY

Mr David Waddell **Executive Secretary** Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

RE Petition to amend Certificate of Convenience and Necessity

Dear Mr. Waddell

02-00478

On-Site Systems Inc desires to expand its service area to include a development in Blount County, Tennessee known as Airbase Road Condominiums (described on Tax Map 17 and 26, parcels 159 17 and 161, in Blount County, Tennessee) The attached Petition is in support of our request

Sincerely,

Charles Pickney, Jr, President

On-Site Systems, Inc.

7638 River Road Pike Nashville TN 37209-5733 (615) 356-7294 Fax (615) 356-7295

BEFORE THE TENNESSEE REGULATORY AUTHORITY NASHVILLE, TENNESSEE

IN RE: PETITION OF ON-SITE SYSTEMS, INC. TO AMEND ITS CERTIFICATE OF CONVENIENCE AND NECESSITY DOCKET No		
Petition of On-Site Systems, Inc To amend its Certificate of Convenience and Necessity		

On-Site Systems, Inc ("On-Site") petitions the Tennessee Regulatory Authority ("TRA") to amend On-Site's Certificate of Convenience and Necessity to expand its service area to include a portion of Blount County known as Airbase Road Condominiums, described as parcel 159 17 and 161 of tax maps 17 and 26 At present, the City of Alcoa (water supplier for this area) nor the County of Blount has the desire or ability to provide sewer service to this area (See attached letters) This development is being used solely as residential

The proposed service area comprised of approximately 45 acres is shown in Exhibits A and B

Respectfully submitted,

Charles Pickney Jr, President

On-Site Systems, Inc

On-Site Systems, Inc. Sewer Service Billing Summary Residential Sewer Rates

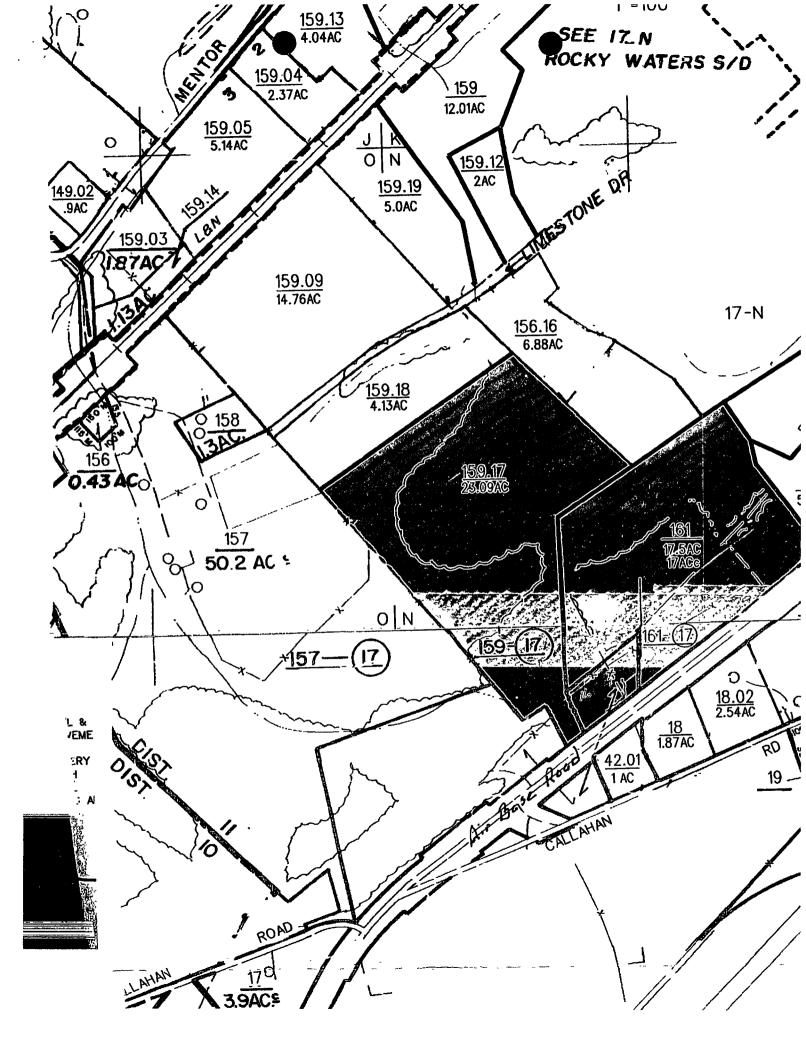
System	Monthly Charge
Oakwood Subdivision – Maury County	\$36 67
Southridge Subdivision – Montgomery County	\$19 38 + actual cost
Swan Harbor – Roane County	\$35 11
River Road Utility District - Cheatham County	\$31 15
Milcrofton Utility District – Williamson County	\$37 21
Tall Oaks Subdivision – Blount County	\$35 11
Yoakum Hollow Dev (Windsor Pt) - Campbell County	\$35 11
Shreibman Development - Cannon County	\$35 11
Cornerstone of Mitchell Creek - Overton County	\$35 11
Bolton Area – Shelby County	\$32 68
Ussery #1- Sevier County	\$35 11
Harbor Pointe – Dekalb County	\$35 11
Hidden Springs Resort – Sevier County	\$35 11
Eagle Crest Development – Sevier County	\$35 11
Legacy Bay – Hawkins County	\$35 11
Dollywood Project - (Dream Catcher Ridge) - Sevier County	\$35 11
Homestead Suddivision - Sevier County	\$35 11
Rice Property - DeKalb County	\$35.11
East Stewart - Stewart County	\$30 98 – Lagoon \$35 11 – Sand Gravel Filter

On-Site Systems Sewer Tariff TRA#1

Sheet #2-A Original

On-Site Systems, Inc. Sewer Service Billing Summary Residential Sewer Rates

Airbase Road Condominiums - Blount County	\$35.11
PROPOSED	·
Gnatty Branch Retreat	\$35 11
Eagle Crest II	\$35 11
Horseshoe Bend – Bedford County	\$35 11
Eagle Springs – Sevier County	\$ 35 11
City of Coopertown - Robertson County - Lagoon - Sand-Gravel Filter	\$30 98 + 3% Franchise fee \$35 11 + 3% Franchise fee
Starr Crest II – Sevier County	\$35.11
Browning Subdivision – Knox County	\$35 11
Jackson Bend Subdivision – Blount County	\$35 11





Office of Codes Enforcement

223 Associates Blvd., Alcoa, Tennessee 37701-1943

(865) 380-4730 FAX (865) 380-4744

March 26, 2002

Mr. Michael Hines Southeast Environmental Engineering, LLC 1920 Breezy Ridge Trail Concord, TN 37922

Subject: Proposed Condominium Development off Airbase Road

Tax parcels 159.17, 161, tax maps 17 and 26

Dear Mr. Hines:

Your letter of March 13, 2002, addressing the above referenced, was forwarded to my office for response. The area addressed by your proposal does not, as you have alluded, have access to public sewers, but is served by the Alcoa public water supply. Your question was whether the City of Alcoa would provide sewer to those properties referenced within the next year.

First, neither parcel of property is currently located within the corporate boundaries of the city and it is the city's policy not to extend public sewer to areas outside of the municipality. However, this area is also located within the Metropolitan Knoxville Airport's master plan for expansion of its runways. It is for this reason that the city has chosen not to extend public sewer in that area. As you can imagine, the cost of installing such a system, only to have the same removed within less than a twenty (20) year period, would not prove to be a viable option.

Should your clients determine that they would like to proceed with providing sanitary sewer service, the closest available public sewer is at the intersection of Wrights Ferry Road and Judson Drive. The best alternative for public sewer service to the property is the construction of a sewage pump station and installation of a pressure line back to this intersection. The estimated construction cost, including engineering, easements, etc., totals approximately \$224,000.00.

You have also mentioned the possibility of the developer installing a privately operated central sewage collection, treatment and disposal system. If this option is selected, the Tennessee Department of Environment & Conservation will be the review agency. It will be the developer's and/or homeowners association's responsibility to obtain all necessary permits and to operate and maintain the system. The City will have a very limited role in the design review of any on-site system and has no desire to assume its ownership / operation.

In addition to resolving the sanitary sewer issue, other items that will need to be addressed include:

Mr. Michael Hines Page 2 March 26, 2002

- 1) That such dense development would require the construction of a road extending to Limestone Drive;
- 2) That the ability to connect to the municipal public sewer system would require the annexation of the property,
- 3) That all streets, utilities and drainage be constructed to city standards;
- 4) That the city be responsible for construction inspection services; and,
- 5) That all fire hydrants and appurtenances be installed to city fire code standards;

I appreciate your patience in waiting for this response, and hope this answers any questions you may have.

Sincerely,

Chris Hamby

Director of Planning and Codes

pc: Mr. John Lamb, Blount County Planning Dept.

Mr Gary Ferguson, Blount Co. Environmental Health Dept.

Mr. Mark Johnson, Alcoa City Manager (e-mail)

Mr. Bill Hammon, Alcoa Assistant City Manager (e-mail)

Mr. Kenny Wiggins, Alcoa Engineering & Public Works Director (e-mail)



BLOUNT COUNTY GOVERNMENT

WILLIAM A. CRISP COUNTY EXECUTIVE



May 22, 2001

Michael Hines, M.S., P.E Principal Southeast Environmental Engineering 1920 Breezy Ridge Trail Concord, TN 37922

Dear Mr. Hines:

Blount County has no plans to provide sewer services within the next year on the properties to the area of Airbase Road near McGhee Tyson Airport, as shown on your map

Please let me know if I can provide any further information

Sincerely,

William A. Crisp

Blount County Executive

WAC/rjp



865-981-6808

865-981-2029 FAX

TO: Michael Hines	FROM: Gary Glamer
COMPANY: Southeast Environmental Engineering, LLC	DATE: 4/3/02
FAX NUMBER: 966-1762	PHONE NUMBER: 675-5917
RE: Alcos Letter	TOTAL NO. OF PAGES INCLUDING COVER:
□ urgent □ for review □ please o	OMMENT